

FEDERAL ELECTION COMMISSION 2006 OCT | | A 9: 4 | 999 E Street, N.W. Washington, D.C. 20463

SENSITIVE

FIRST GENERAL COUNSEL'S REPORT

MUR 5661	Date Complaint Filed: Date of Notification: Last Response Received Date Activated:	May 31, 2005 June 8, 2005 June 22, 2005 May 24, 2006
	Expiration of Statute of Limitations:	February 4, 2010
COMPLAINANT:	John W. Geisler	
RESPONDENTS:	Keith Butler Keith Butler for U.S. Senate and George Robert Archer Jr. in his official capacity a treasurer Word of Faith International Christian Center	
	treasurer	
· 'e	treasurer Word of Faith International	
	treasurer Word of Faith International	

First General Counsel's Report MUR 5661 **RELEVANT STATUTES AND** 2 U.S.C. § 431(2) **REGULATIONS:** 2 U.S.C. § 432 2 U.S.C. § 433 2 U.S.C. § 434 11 C.F.R. § 100.72 11 C.F.R. § 100.131 11 C.F.R. § 101.1 11 C.F.R. § 101.3 11 C.F.R. § 104.3 Disclosure Reports INTERNAL REPORTS CHECKED: None FEDERAL AGENCIES CHECKED: I. **INTRODUCTION** matter involve the "testing the waters" exemption. The

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While we believe Keith Butler's literature came close to crossing the line from exploring a possible campaign into actual candidacy, we do not believe he crossed it so as to have made the filing of his Statement of Candidacy untimely. Accordingly, we recommend that the Commission find no reason to believe that that Keith Butler, Keith Butler for U.S. Senate and George Robert Archer Jr., in his official capacity as treasurer (the "Butler Committee"), or Word of Faith International Christian Center, another respondent in this matter, violated the Act or the Commission's regulations, and close the file as to them.

PAGES 4-11 HAVE BEEN REMOVED

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III. MUR 5661 (KEITH BUTLER AND THE BUTLER COMMITTEE)

A. Factual Background

The complaint in MUR 5661 alleges that Butler distributed "high quality" campaign literature and announced to Republican State Convention delegates on February 4, 2005 that he had raised over \$100,000 "in his campaign for the U.S. Senate." It also alleges that Butler would have had to pay for hotel accommodations for his 10 to 20 campaign workers who accompanied him to the convention. The complaint asserts that because Butler failed to file a Statement of Candidacy with the Commission until April 13, 2005, rather than at the time that he received or spent over \$5,000, Butler and the Butler Committee are in violation of the Act.

In response, Butler submitted a sworn affidavit, in which he avers that from the last week of December 2004 when he announced the formation of his exploratory committee, through mid April 2005 when he filed his Statement of Candidacy, "he was only exploring the race and consistently communicated that." Butler Affidavit at ¶ 4. He also states in his affidavit that he did not speak to 1,000 delegates at the February 4, 2005 Republican State Convention as one body, as suggested by the complaint. Rather, he addressed the many separate congressional district caucuses; at each caucus stop, he said that he had raised over \$100,000 for his exploratory effort. With respect to expenses for "campaign workers," Butler stated that he had no "campaign" at the time, and was relying on volunteers. Butler Affidavit at ¶ 8. He stated that

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1 he would be reporting any expenses relating to his exploratory efforts in his first required filing,

- 2 due after his response to the complaint.
- 3 Butler affirms that at the convention "[h]igh quality informative literature" was
- 4 distributed. Id. at ¶ 6. However, he states that volunteers distributed it, it was labeled as paid for
- 5 by his exploratory committee and it does not contain any statement that he had decided to run.
- 6 According to Butler, the purpose of the literature was "to see if my background would attract
- 7 sufficient interest and volunteers for a U.S. Senate race, if I were to make the decision to run."
- 8 Id. at ¶ 8.

The "literature" at issue apparently is a brochure, reproduced at Attachment 3. The left

side of the brochure's front page prominently includes the words "Keith Butler Fresh New

11 Leadership" above a Butler family photograph. The second page of the brochure is entitled

12 "Biographical Resume for Keith A. Butler," and discusses his professional and personal

accomplishments. The third page includes pictures of Butler with, among others, Presidents

Ronald Reagan, George H.W. Bush, and George W. Bush. In three instances, the literature

displays the wording "Keith Butler for U.S. Senate Exploratory Committee."

The last page of the literature consists of an excerpt from a January 2, 2005 Detroit News

article entitled "Pastor considers Senate Run," written by George Weeks. The excerpt notes that

Butler "is considering running against first-term U.S. Sen. Debbie Stabenow in 2006" and that he

is "forming an exploratory committee for a possible challenge of Stabenow." The excerpt quotes

- Butler as saying "She is indeed vulnerable. . . . Ask 100 people to name what she has done.
- 21 They can't say what she brings to the table. Our state needs more assistance from Washington."
- 22 Additionally, the excerpt quotes a Republican National Committee member who states his belief
- 23 that Butler "is in" the race, regardless of who else runs for office. The exact number of Keith

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1 Butler brochures distributed at the Convention is unknown, and the available information does

2 not indicate that the brochure was distributed in any other manner, as for example, by mailing.

B. Analysis

4 the mere fact that Butler

5 had raised \$100,000 by February 4, 2005, approximately two months before filing his Statement

of Candidacy, is not dispositive of whether he had crossed the line from "testing the waters" to

candidate status. Based on the available public information, only the literature Butler distributed

at the Republican State Convention raises any questions whether Butler had decided to run by

9 that time.

In Advisory Opinion 1981-32, the Commission expressed concern about a candidate who was purportedly only "testing the waters" preparing and printing a biographical brochure and possibly photographs. The Commission noted that such activity envisions "considerable public contact and could entail a purposeful, active effort to gain all possible political benefit from those contacts." Further, the Commission noted that such materials could project the possible candidate to the public as a person qualified to be taken seriously as a contender for Federal office, "rather than as a means to ascertain if he would be so perceived by the public."

Nevertheless, the Commission concluded that distributing such materials would be consistent with "testing the waters," so long as such activity was intended to help make a decision whether to run, and not to obtain affirmation or reinforcement of a private decision that had already been made.

Butler avows in his affidavit that his brochure was intended to gauge whether his "background would attract sufficient interest and volunteers for a U.S. Senate race, if [he] were to make a final decision to run." Butler Affidavit at ¶ 6. Although the literature showcases

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1	Butler as a viable prospective candidate with words ("Fresh New Leadership" and biographical	
2	data) and images (pictures of Butler with U.S. Presidents), it does not contain statements from	
3	him indicating he has made a decision to run, is "ready" to run, or even that his experience will	
4	make him a good Senator. As such, it is not facially inconsistent with the purpose Butler has	
5	ascribed to it. That leaves as the only issue whether by attaching the news article, Butler has	
6	crossed the line from "testing the waters" to candidacy.	
7	In some respects, the article attached to the Butler literature	
8	include critiques by the potential	
9	candidate of their possible general election opponents. contain statements by someone	
10	other than the potential candidate as to their status in the race;	
11	while with Butler, the article quotes a	
12	Republican National Committee member stating that although there are several prospective	
13	Republican challengers, he "believes Butler 'is in, no matter who runs."	
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18	Butler merely includes the	
19	excerpted article stating someone else's belief that he "is in," and he makes no further reference	
20	to the article elsewhere in his brochure.	
21	Moreover, statements in the Butler article focus on Butler's consideration of a run,	
22	thereby indicating he has not yet made a decision. The article is entitled "Pastor considers	
23	Senate run," notes that "Butler is considering running against first-term U.S. Sen. Debbie	

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1 Stabenow in 2006," and states that "Butler ... is forming an exploratory committee for a possible

2 challenge of Stabenow."

Butler himself makes no such statement and leaves

4 the reader uncertain about his decision to run for office. Although we think that by attaching the

5 article, Butler approached the line separating "testing the waters" from candidacy, we also think

he did not cross it.

Finally, the complaint also appears to allege that the Word of Faith International Christian Center ("Word of Faith"), a non-profit corporation of which Butler is the pastor, made a prohibited contribution by providing space to Butler to run his campaign. Additionally, the complaint suggests that the Butler Committee's exploratory campaign website included a link to Word of Faith's website for purposes of contact information. Butler denies in his affidavit that he used Word of Faith's facilities, noting that his "exploratory effort was run ... out of space in the basement of [his] home and not out of [his] office" at Word of Faith. He also states that he used a post office suite number to collect mail. With respect to the website link allegation, George Bridges, who prepared Butler's exploratory campaign website, states in an affidavit that the exploratory campaign's website did not include a link to Word of Faith's website. We have no reason to doubt these sworn statements. Accordingly, we recommend that the Commission find no reason to believe that Keith Butler, Keith Butler for U.S. Senate and George Robert Archer Jr., in his official capacity as treasurer, and Word of Faith International Christian Center violated the Act or the Commission's regulations, and close the file in MUR 5661.

According to Dun and Bradstreet and filings with the Michigan Department of Labor and Economic Growth, Word of Faith is the assumed name of Word of Faith Christian Center, a domestic non-profit corporation.

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IV. **PROPOSED CONCILIATION AGREEMENT**

V. **RECOMMENDATIONS**

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9	8.	Find no reason to believe in MUR 5661 that Keith Butler violated the Federal
10		Election Campaign Act of 1971, as amended, or the Commission's regulations.
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12	9.	Find no reason to believe in MUR 5661 that Keith Butler for U.S. Senate and
13		George Robert Archer Jr., in his official capacity as treasurer, violated the Federal
14		Election Campaign Act of 1971, as amended, or the Commission's regulations.
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16	. 10.	Find no reason to believe in MUR 5661 that Word of Faith International Christian
17		Center violated the Federal Election Campaign Act of 1971, as amended, or the
18		Commission's regulations.
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20	11.	Approve the appropriate letters in MUR 5661.
21	12.	Close the file as to all respondents in MUR 5661.

Lawrence H. Norton General Counsel

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Lawrence L. Calvert, Jr.

Deputy Associate General Counsel for Enforcement

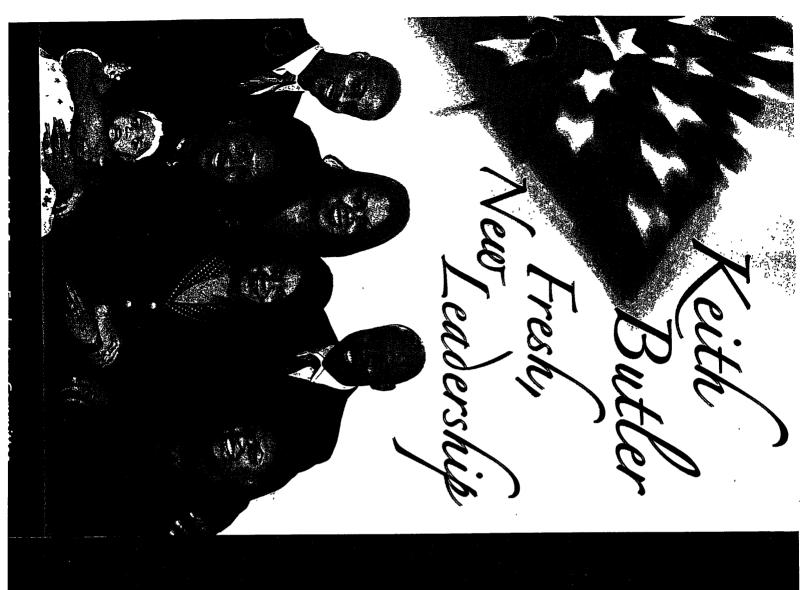
Assistant General Counsel

Røy Q. Luckett Attorney

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Attachments:

Keith Butler Literature



Paid for by Keith Butler for U.S. Senate Exploratory Committee 19785 W. 12 Mile Road Suite #637 Southfield, Michigan 4807 T.: 248.443.9645 F.: 248.641.3893 butlerkeith@sbcglobal.net www.keithabutler.com George R. Archer, Jr., Treasurer



Attachment 3 2 of 4

Keith A. Butl

ored by President George Bush at the Chamber of Commerce and was hon-White House in the same year. for 1989 by the United States Junior n addition, Rev. Butler was selected to e one of Ten Outstanding Americans

speech for former Congressman, Newt Butler also delivered the introductory language for the Party Platform. At the other Party members with drafting the tee for the Republican Party, assisting on the National Platform Commitlowing year (1992), Rev. Butler served and the L.A. Riot resulting. The folprovide valuable input regarding the Republican convention that year, Rev. White House's response to this event Gingrich. meers un Los Angeles, California. [99], the nation witnessed the bru canng of Kodney King by police invited Rev. Butler to

> State Committee co-chair for Bush/Cheney. accomplishments is his serv er was a member of American the late Heintz Prechter's traising Committee, supential nomine

national and metropolitan Detroit comthe differing political issues facing the political and news programs to discuss Rev. Butler has appeared on various

* * * * * MINISTERIAL

given the assignment of developing

candidate for Governor. Rev. But the campaign of Mr. Richard political volunteer expen-

Kepublican

writing the Urban Communications

Plan for Mr. Headlee

In 1984, Rev. Butler ran for the of-

fice of Precinct Delegate and won. In

of land which houses all the ministry's Rev. Butler is the Senior Pastor of the buildings representing over \$40 million The headquarters site sits on 110 acres ating budget of over 30 million dollars. employees and manages an annual operalso the employer of over 200 ministry 21,000 member congregation; he is International Christian Center Church, The founding pastor of Word of Faith

Rev. Butler can be seen on national and local TV and can be heard on various

> editorial commentary on a variety of imwriter to The Detroit News, writing radio broadcasts. He is a contributing portant issues

**** PERSONAL

in Theological Studies ler has received an honorary Doctor of Rev Butter was graduated from the Divinity from Canada Christian College Tulsa, Oklahoma. In addition, Rev. Buties at Rhema Bible Training Center in myersity of Michigan L

Keith A. Butler II, Minister MiChelle politan Detroit area. Butler, and Minister Kristina Butler. his lovely wife, Deborah L. Butler. They The Butler family resides in the metrothem in the ministry: Pastor & Mrs. have three children who now serve with Rev. Butler has been married 29 years to

a city-wide vote to the Detroit City in a city of 1.1 million residents. Eighty-Council; he garnered 43% of the votes In 1989, Rev. Butler was elected in

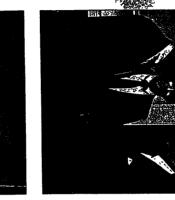
Lucas for Governor campaign

later, Rev. Butler served as Statewide of Blacks for Reagan/Bush. Two years Rev Butler to be the State Chairman Chairman, Mr. Paul Gadola, appointed that same year, then Republican Party

Director of the Urban Coalition for Bill

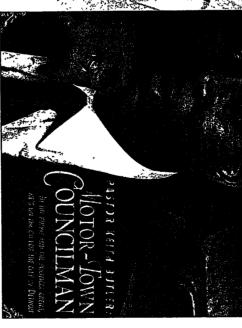
Presidents on a variety of issues. has been asked to give advise to our



















George H.W. Bush; Kertir butter with President George H.W. Bush discussing policy issues (middle, House conference table with President George H.W. Bush discussing policy issues (middle, George H.W. Bush; Keith Butler with President George W. Bush; Keith Butler around White Clockwise from top: Keith Butler with President Ronald Reagan; Keith Butler and President

for 1989 by the United States Junior Chamber of Commerce; Keith Butler with President

cover of the Jaycees Magazine after being selected as one of Ten Outstanding Americans Former Councilman Butler presenting city council testimonial resolution; Keith Butler on the Clockwise from top: Cover of Charisma Magazine after elected to Detroit City Council;

on the Detroit City Council. served a four-year term (1989 - 1993)

罗罗 图 Purch at ceremony for Ten Outstanding Americans for 1989 (forth from right).

Metro

Sunday, January 2, 2005

Pastor considers Senate run

Church founder and GOP-backer the Rev. Keith Butler ts sights on Stabenow's seat.

By George Weeks/The Detroit News

"The Rev. Keith A. Butler, a former Detroit councilman who has helped Republican candidates for governor and president, is considering running against first-term U.S. Sen. Debbie Stabenow in 2006.

Butler, founding pastor of the Southfield-based Word of Faith International Christian Church, received a standing ovation at the conclusion of a New Year's Eve service upon informing his exploratory committee for a possible challenge of Stabenow.

'She is indeed vulnerable,' Butler, 49, said in an interview. 'Ask 100 people to name what she has done. They can't say what she brings to the table. Our state needs more assistance from Washington.'"

"Republican National Committee member Chuck Yob, who was among party leaders contacted by Butler, said Saturday, 'we have a raft' of prospective challengers, but he believes Butler 'is in, no matter who runs. He's conservative and formidable. He's not well-known statewide, but he's a proven vote-getter in Detroit."

A rare Republican on the City Council, Butler was elected in 1989 to a four-year term.

Butler was an adviser on urban matters for the 1982 gubernatorial nominee Richard Headlee; state chairman of Blacks for Reagan-Bush in 1984; statewide director of the urban coalition of the Bill Lucas for Governor Committee in 1986; a Michigan leader of New York Congressman Jack Kemp's 1988 bid for the presidential nomination; and Presidential nomination; and President George H.W. Bush's designee as deputy chairman of the 1992 Republican National Convention."

Butler,

Butler, a former member of the

Republican State Committee, gets

high marks in the party for his

efforts on behalf of statewide

candidates and for being an

articulate communicator on

state and national issues.

Saul Anuzis, Lansing Businessman The Detroit News, January 2, 2005

Excerpts from Mr. Weeks Detroit News Article, January 2, 2005.

> Attachment 3 4 of 4